savings, the financial effect should also include the expenditure involved on the sanction of the posts of stenographers of appropriate grade along with the posts of officers sought to be created/upgraded; and

(c) if so, in what manner the cases of creation/upgradation of posts of stenographers would be dealt with where the posts of officers had been created/upgraded a long time back, but the posts of stenographers for those officers are yet to be created/upgraded and the conncerned departments are facing difficulties in providing matching savings on this account ?

THE DEPUTY MINISTER IN THE MINISTRY OF FINANCE (SHRI ANIL SHASTRI) : (a) Yes, Sir. Cabinet approval is required for creation/upgradation of non-plan posts.

(b) Yes, Sir. Instructions have since been issued on 5-6-90, *inter-alia,* stipulating that whenever posts are suggested for creation/upgradation as a part of Cadre Review or otherwise, the implications by way of requirement of additional personal and supporting staff as per prescribed norms should also be simultaneously projected.

(c) In such cases, the proposals are considered by the concerned administrative Ministries/Departments in consultation with the Ministry of Finance. In cases where the posts of stenographers are required to be created/upgraded as per the prescribed norms and the concerned departments find it difficult to provide matching savings, the question of relaxation of the condition of matching savings is also considered.

**Reduction of Excise Duty and Sales Tax on Indegenously Developed Products**

3474. SHRI V1REN J. SHAH : Will the Minister of FINANCE be pleased to state :

(a) whether there is any proposal to re-duce the rate of excise duty and sales tax for products developed in house without foreign know how;

(b) what fiscal incentives would be provided to industries commercialising technologies developed in the national institutes; and

(c) whether Government have any scheme for providing personal incentives/rewards to Indian, scientists/technologists involved in the development of commercially viable technologies; is so, what are the details thereof?

THE DEPUTY MINISTER IN THE MINISTRY OF FINANCE (SHRI ANIL SHASTRI) : (a) There is no proposal to reduce rate of excise duty for products developed in-house without foreign know-how. Sales Tax is a state subject and there is no proposal from any state in this regard.

(b) and (c) Tax incentives under Sec-| tion 35,80 GGA and 80-0 of Income Tax | Act are provided to Industries for encouraging scientific reseach and for exporting ! the technologies outsides the country.

**Loss incurred by General Insurance Corporation**

3475. SHRI RAJNI RANJAN SAHU : will the Minister of FINANCE be pleased to state : *

(a) whether it is a fact that the General Insurance Corporation has incurred a loss of Rs. 146 crores on a premium of Rs. 2349 crores in 1989 against the profit of Rs. 3 crores on a premium of Rs. 100 crores in 1971; and

(b) if so, what are the reasons there- for?

THE DEPUTY MINISTER IN THE MINISTRY OF FINANCE (SHRI ANIL | SHASTRI) : (a) and (b) It is not correct *to* say that the General Insurance Industry has suffered a loss during the fifteen months' period ending 31-3-1989. On the contrary, the industry has earned a profit i of about Rs. 229 Crores during the period However, there were losses in onderwrit- ting during the fifteen months' period ending 31-3-1989 which was mainly due to unfavourable claims experience in the motor insurance business.

**जम्मू और कश्मीर में पर्यटन का विकास**

3476. श्री राम नरेश यादव : क्या पर्यटन मंत्री यह बताने की कृपा करेंगे कि (क) पिछले तीन वर्षों (1987-88, 1988-89, 1989-90) के दौरान कितने पर्यटक